

Minutes of the Meeting of March 18, 2016

of the

MASSACHUSETTS TEACHERS' RETIREMENT BOARD

I. Regular Matters of Business

In attendance at this regular meeting of the Massachusetts Teachers' Retirement Board ("the Board") were Chairman Jeff Wulfson, Vice Chair Nicola Favorito, Jacqueline A. Gorrie, Richard L. Liston, Joannah M. Quinn, Anne Wass, Executive Director Erika Glaster, Assistant Executive Director Sean P. Neilon, Assistant Executive Director Jon Osimo, General Counsel James Salvie, Deputy General Counsel James O'Leary, Disability Case Manager/Associate General Counsel Rob Fabino and Executive Assistant Helen Petruzzello. Mr. Naughton was absent due to personal reasons.

The meeting was called to order at approximately 9:00 a.m.

The minutes of the previous Board meeting, held on February 26, 2016, were reviewed and approved as submitted on a motion made by Mr. Favorito and seconded by Ms. Quinn. The motion carried 3-0-3, with Ms. Gorrie, Mr. Liston, and Ms. Wass abstaining due to their absence from the February meeting.

VOTED: The Open and Executive minutes of the Board meeting held on February 26, 2016, are hereby approved as submitted.

II. Open Session

A. MyTRS HOSTING VENDOR SECURITY PRESENTATION

Susan Morgan, MTRS's Chief Technology Officer, introduced Paul Kelly, Hosting Director, and Chris Lodge, Senior Vice President of Operations from Vitech Systems Group, and David Wright, MTRS Director of Network Services, to the Board. Mr. Kelly delivered a presentation on the security features of the MyTRS system as well as the security protections at the primary and secondary hosting facilities. Mr. Kelly provided the board members with an overview of the security

plan, including physical, network, application, procedural and operational controls. Upon the Board's inquiry in light of recent events concerning major corporations' data breaches, Mr. Kelly and Mr. Lodge described in further detail what measures have been taken to prohibit intrusion from outside entities. Additionally, Mr. Wright provided a description of his personal experiences with the physical security systems while recently visiting the hosting facility.

The Board recessed at approximately 9:41 a.m. and reconvened at approximately 9:46 a.m.

III. Executive Session

A motion was made by Ms. Wass and seconded by Mr. Liston to enter into executive session in order to review applications for disability retirement. On roll call, the vote was as follows:

VOTED: Vice Chair Nicola Favorito	Yes
Jacqueline A. Gorrie	Yes
Richard L. Liston	Yes
Joannah M. Quinn	Yes
Anne Wass	Yes
Chairman Jeff Wulfson	Yes

At approximately 9:46 a.m. the Board went into Executive Session. The Chairman stated that the Board would return to Open Session.

At approximately 11:36 a.m. the Board reconvened in Open Session.

The Board recessed at approximately 11:36 a.m. and reconvened at approximately 11:46 a.m.

IV. Open Session

B. FINAL APPROVAL OF AMENDMENT TO 807 CMR 3.00

Mr. Salvie presented for the Board's final approval the proposed amendment to 807 Code Mass. Reg. 3.00 *Retirement and Credit for Service*, which the Board had

approved at its December 2015 meeting. A public hearing was held on January 27, 2016 and no written comments or testimony were received. PERAC approved the proposed amendment on March 1, 2016. On a motion made by Ms. Gorrie and seconded by Mr. Liston the Board voted unanimously to finally approve the amendment.

C. REVIEW OF REGULATION 807 CMR 14.00, PURSUANT TO EXECUTIVE ORDER 562

Deputy Counsel James O'Leary presented a recommendation for an amendment to Regulation 807 CMR 14.00, *Purchase of Creditable Service for Prior Vocation*, pursuant to Executive Order 562. On a motion made by Mr. Liston and seconded by Ms. Gorrie, the Board voted unanimously to approve the proposed amendment to the regulation and to put it out for public comment.

D. EXECUTIVE DIRECTOR'S REPORT

1. Due to the timing of the moving dates for the proposed main office space relocation, Ms. Glaster suggested rescheduling the September Board meeting to any earlier date in the month, September 16, 2016. The Board will confirm this date at the April Board meeting.
2. Ms. Glaster distributed a copy of the MTRS response to an inquiry from Aaron Carty, Esq. Associate Counsel for the Senate Committee on Ways and Means regarding proposed legislation S.283, *An Act prohibiting the Commonwealth from discrimination against those providing special education services to Massachusetts student under the authority and direction of chapter 71B of the General Laws of Massachusetts*.
3. Ms. Glaster reminded the Board of their obligation to file a statement of financial interest with the Public Employee Retirement Administration Commission ("PERAC") by May 1, 2016.
4. Ms. Glaster provided an office relocation update noting the next steps in the finalization process include a conditional selection letter and an architect-produced floor plan.
5. Ms. Glaster notified the Board that the agency, hoping to attract recently retired members from the surrounding area, will be announcing position openings for part-time contact center representatives via a broadcast email to recent MTRS retirees.

6. Ms. Glaster stated that a draft memo on one piece of the exclusive benefit rules issue was available to Board members, if they wanted to review it.
7. Board staff will determine whether the April board meeting will require an extended schedule, as originally planned, or will be shortened due to its scheduled content.

On a motion made by Mr. Liston and seconded by Ms. Quinn, the Board voted unanimously to adjourn the meeting at approximately 12:03 p.m.

Respectfully submitted,

Erika M. Glaster, Executive Director

Date

Documents used in MTRS Board meeting of March 18, 2016

- Agenda for March 18, 2016 MTRS Board meeting
- Cover letter from Executive Director
- Open minutes and executive minutes of February 26, 2016 MTRS Board meeting
- Memorandum regarding MyTRS Hosting Vendor Security presentation
- Memorandum and supporting documents pertaining to final approval of amendments made to 807 CMR 3.00
- Memorandum and supporting documents pertaining to review of Regulation 807 CMR 14.00, pursuant to Executive Order 562